State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary

Adrienne Sandoval, Director Oil Conservation Division



Todd E. Leahy, JD, PhD Deputy Secretary

July 8, 2020

Solaris Water Midstream, LLC (OGRID 371643)

c/o Whitney McKee

E-mail contact: whitney.mckee@solarismidstream.com

RE: Administrative Order SWD-1878; Extension of Deadline to Inject

Well: Mills 19 SWD Well No. 1 (API 30-025-Pending)

Located: Unit E, Sec 19, T22S, R32E, NMPM, Lea County, New Mexico

Order Date: July 29, 2019

Injection formations: Devonian formation; 16,207 feet to 17,457 feet

Dear Ms. McKee:

Reference is made to your May 28, 2020 request on behalf of Solaris Water Midstream, LLC (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The current deadline date to commence injection under said order is one year after issuance of the order: July 29, 2020.

It is the Division's understanding from your correspondence that since the date of issuance of this permit, no additional wells that penetrate the approved injection interval were drilled in the one-mile Area of Review (AOR). Additionally, two new affected parties have been identified in the AOR and have been notified of the extension request. Therefore, the extension request could be reviewed administratively for approval.

The Division finds that for reasons you have stated, the granting of this request to extend this administrative order is in the interest of conservation, will prevent waste, and will protect the environment. Therefore, the deadline to commence injection for the existing order is hereby extended until **July 29, 2021**.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this administrative order will not be considered unless the operator has already commenced drilling of the referenced well. Otherwise, the injection authority shall expire under the terms of the extended administrative order and the operator shall be required to submit a new application to obtain injection authority for the referenced well.

ADRIENNE SANDOVAL

Director

AS/bl

cc: Bureau of Land Management - Carlsbad Field Office

Oil Conservation Division - Hobbs District Office

Order SWD-1878